

FISCAL NOTE

SB 363 - HB 1224

February 27, 2007

SUMMARY OF BILL: Earmarks 1 cent of the 37 cent Realty Transfer Tax to a newly created "Affordable Housing and Homeless Assistance Fund."

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - \$4,000,000 / General Fund


Increase State Revenues - \$4,000,000 / Affordable Housing and Homeless Assistance Fund

Assumptions:

- FY05-06 realty transfer tax collections were \$149.5 million.
- Based on recent housing market conditions, realty transfer tax collections are estimated to remain constant through FY07-08.
- 1/37th of estimated collections equal approximately \$4,000,000 (\$149.5 million ÷ 37 = \$4,040,541).
- Approximately \$4,000,000 would shift from the General Fund to the Affordable Housing and Homeless Fund.
- 50% of these funds shall be used to supplement and enhance existing local programs to provide affordable housing for persons of low income; the remaining 50% shall be used to supplement and enhance local programs to provide assistance for the homeless.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director